

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

Q

W 02800-A
Q MOUNTAIN WATER, INC.
12486 S. FOOTHILLS BLVD.
YUMA, ARIZONA 85367

RECEIVED

JUL 13 2006

AZ CORPORATION COMMISSION
DIRECTOR OF UTILITIES

ANNUAL REPORT

FOR YEAR ENDING

12	31	2005
----	----	------

entered
7-14-06
RF

FOR COMMISSION USE

ANN05	05
-------	----

COMPANY INFORMATION

Company Name (Business Name) Q Mountain Water, Inc.

Mailing Address 12486 S. Foothills Blvd.
(Street)
Yuma, Arizona 85367
(City) (State) (Zip)

928-342-3344 928-345-2199
Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

Email Address hslloyd@thefoothillsonline.com

Local Office Mailing Address 12486 S. Foothills Blvd
(Street)

Yuma Az 85367
(City) (State) (Zip)

928-342-3344 928-345-2199
Local Office Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

Email Address _____

MANAGEMENT INFORMATION

Management Contact: James "Dusty" Thomas
(Name) (Title)

12486 S. Foothills Blvd Yuma AZ 85367
(Street) (City) (State) (Zip)

928-342-3344 928-342-3347
Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

Email Address dtelpez@thefoothillsonline.com

On Site Manager: _____

Mark Kaveney
(Name)

13157 E 44th St Yuma AZ 85367
(Street) (City) (State) (Zip)

928-342-1238 928-342-7108
Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

Email Address mkaveney@thefoothillsonline.com

Statutory Agent: Norman Bruce Jacobson

(Name)

1334 S 5th Avenue, Yuma, Arizona 85364

(Street)

(City)

(State)

(Zip)

928-782-1801

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Attorney: _____

(Name)

(Street)

(City)

(State)

(Zip)

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

OWNERSHIP INFORMATION

Check the following box that applies to your company:

☐ Sole Proprietor (S)

☒ C Corporation (C) (Other than Association/Co-op)

☐ Partnership (P)

☐ Subchapter S Corporation (Z)

☐ Bankruptcy (B)

☐ Association/Co-op (A)

☐ Receivership (R)

☐ Limited Liability Company

☐ Other (Describe) _____

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

☐ APACHE

☐ COCHISE

☐ COCONINO

☐ GILA

☐ GRAHAM

☐ GREENLEE

☒ LA PAZ

☐ MARICOPA

☐ MOHAVE

☐ NAVAJO

☐ PIMA

☐ PINAL

☐ SANTA CRUZ

☐ YAVAPAI

☐ YUMA

☐ STATEWIDE

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization	610		610
302	Franchises			
303	Land and Land Rights	9,488		9,488
304	Structures and Improvements	63,599	9,711	53,888
307	Wells and Springs	780,691	45,142	735,549
311	Pumping Equipment	36,325	30,342	5,983
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	143,977	1,600	142,377
331	Transmission and Distribution Mains	361,212	52,641	308,571
333	Services	100,256	13,496	86,760
334	Meters and Meter Installations	34,798	15,745	19,053
335	Hydrants	37,500	5,145	32,355
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment	2,390	2,229	161
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment		-2	2
348	Other Tangible Plant	20,807	18,175	2,632
	TOTALS	1,591,653	194,224	1,397,429

This amount goes on the Balance Sheet Acct. No. 108 

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization	610		0
302	Franchises			
303	Land and Land Rights	9,488		0
304	Structures and Improvements	63,599	3.33	2,091
307	Wells and Springs	780,691	3.33	16,518
311	Pumping Equipment	36,325	12.50	3,456
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	143,977	2.22	1,600
331	Transmission and Distribution Mains	361,212	2.00	7,222
333	Services	100,256	2.00	2,005
334	Meters and Meter Installations	34,798	8.33	2,805
335	Hydrants	37,500	200	750
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment	2,390	20.00	65
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment -ROUNDING			-1
348	Other Tangible Plant	20,807	14.29	2,953
	TOTALS	1,591,653		39,464

This amount goes on the Comparative Statement of Income and Expense _____
 Acct. No. 403.

BALANCE SHEET

Acct .No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	ASSETS		
	CURRENT AND ACCRUED ASSETS		
131	Cash	1,540	2,121
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	4,730	3,465
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	TOTAL CURRENT AND ACCRUED ASSETS	6,270	5,586
	FIXED ASSETS		
101	Utility Plant in Service	889,497	1,591,653
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	154,760	194,224
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	734,737	1,397,429
	TOTAL ASSETS	741,007	1,403,015

NOTE: The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITES		
231	Accounts Payable	18,233	45,740
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits		
236	Accrued Taxes	3,395	4,233
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	TOTAL CURRENT LIABILITIES	21,628	49,973
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds		
	DEFERRED CREDITS		
251	Unamortized Premium on Debt		
252	Advances in Aid of Construction	407,772	1,055,493
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction		
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	407,772	1,055,493
	TOTAL LIABILITIES	429,400	1,105,466
	CAPITAL ACCOUNTS		
201	Common Stock Issued	33,000	33,000
211	Paid in Capital in Excess of Par Value	504,394	558,671
215	Retained Earnings	(225,787)	(294,122)
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	311,607	297,549
	TOTAL LIABILITIES AND CAPITAL	741,007	1,403,015

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	84,954	89,574
460	Unmetered Water Revenue		
474	Other Water Revenues	6,764	3,356
	TOTAL REVENUES	91,718	92,930
	OPERATING EXPENSES		
601	Salaries and Wages	16,209	42,960
610	Purchased Water	86,210	1,926
615	Purchased Power	12,814	13,006
618	Chemicals		
620	Repairs and Maintenance	13,312	33,311
621	Office Supplies and Expense	3,486	5,049
630	Outside Services	2,437	594
635	Water Testing	10,742	1,092
641	Rents		
650	Transportation Expenses	1,793	
657	Insurance – General Liability	547	684
659	Insurance - Health and Life	19,273	14,073
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense	2,297	2,046
403	Depreciation Expense	28,616	39,464
408	Taxes Other Than Income		
408.11	Property Taxes	5,488	7,010
409	Income Tax	50	50
	TOTAL OPERATING EXPENSES	203,274	161,265
	OPERATING INCOME/(LOSS)	(111,556)	(68,335)
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income		
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses	50	
427	Interest Expense	33	
	TOTAL OTHER INCOME/(EXPENSE)	(83)	0
	NET INCOME/(LOSS)	(111,639)	(68,335)

SUPPLEMENTAL FINANCIAL DATA
Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued				
Source of Loan				
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$	\$	\$	\$
Amount Outstanding	\$	\$	\$	\$
Date of Maturity				
Interest Rate	%	%	%	%
Current Year Interest	\$	\$	\$	\$
Current Year Principle	\$	\$	\$	\$

Meter Deposit Balance at Test Year End \$ _____

Meter Deposits Refunded During the Test Year \$ _____

COMPANY NAME **Q MOUNTAIN WATER, INC.** 2005

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-533877	5	15	675	10	1	1992
55-560987	5	15	1003	10	1	1997
55-576617	7.5	25	800	8	1	1999
55-576618	7.5	25	990	8	1	1999
55-200615	10	35	990	8	1	2003
55-202875	10	40	1000	8	1	2004

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
None		

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
7.5	2	25	0

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
15,000 Gals	4	2,000 Gal	1

COMPANY NAME **Q MOUNTAIN WATER, INC.** 2005

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

Size (in inches)	Material	Length (in feet)
2		
3		
4		
5		
6	PVC	30,910
8		
10		
12		

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X 3/4	499
3/4	
1	
1 1/2	
2	
Comp. 3	
Turbo 3	
Comp. 4	
Tubo 4	
Comp. 6	
Tubo 6	

For the following three items, list the utility owned assets in each category.

TREATMENT EQUIPMENT:

None

STRUCTURES:

None

OTHER:

None

COMPANY NAME: **Q MOUNTAIN WATER, INC. 2005**

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2005

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD	GALLON PUMPED (Thousands)
JANUARY	429	1,593,440	1306
FEBRUARY	433	1,087,220	1258
MARCH	405	1,242,250	1433
APRIL	358	1,022,340	1417
MAY	336	1,193,204	1396
JUNE	332	1,298,250	1332
JULY	330	1,141,640	1493
AUGUST	330	1,318,400	1267
SEPTEMBER	334	969,050	1344
OCTOBER	351	1,174,190	1399
NOVEMBER	396	1,222,210	1499
DECEMBER	417	1,183,600	2059
TOTAL		14,445,794	17,203

Is the Water Utility located in an ADWR Active Management Area (AMA)?

() Yes (X) No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?

() Yes (X) No

If yes, provide the GPCPD amount: N/A

What is the level of arsenic for each well on your system. See Attached mg/l

(If more than one well, please list each separately.)

Note: If you are filing for more than one system, please provide separate data sheets for each system.

COMPANY NAME Q MOUNTAIN WATER, INC. YEAR ENDING 12/31/2005

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2005 was: \$ 6,249.14

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. _____

**VERIFICATION
AND
SWORN STATEMENT
Taxes**

RECEIVED
JUL 18 2006
AZ CORPORATION COMMISSION
DIRECTOR OF UTILITIES

VERIFICATION

STATE OF Arizona

I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME)
<u>Yuma</u>
NAME (OWNER OR OFFICIAL) TITLE
<u>Debbie Smith, Accountant</u>
COMPANY NAME
<u>Q Mountain Water, Inc.</u>

DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

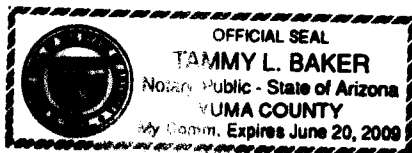
MONTH	DAY	YEAR
<u>12</u>	<u>31</u>	<u>2005</u>

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.



Debbie Smith
SIGNATURE OF OWNER OR OFFICIAL

928-342-3344

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

<u>11</u>

DAY OF

(SEAL)

COUNTY NAME	<u>Yuma</u>
MONTH	<u>July</u>
	<u>2006</u>

Tammy L. Baker
exp - 6-20-09

COMPANY NAME Q Mountain Water, Inc. **YEAR ENDING 12/31/2005**

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported _____
Estimated or Actual Federal Tax Liability _____

State Taxable Income Reported _____
Estimated or Actual State Tax Liability 50

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances _____
Amount of Gross-Up Tax Collected _____
Total Grossed-Up Contributions/Advances _____

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

SIGNATURE

DATE

PRINTED NAME

TITLE

**VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only**

VERIFICATION

STATE OF Arizona

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	<u>Yuma</u>
NAME (OWNER OR OFFICIAL) TITLE	<u>Tammy Baker-bookkeeper</u>
COMPANY NAME	<u>Mountain Water Inc.</u>

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2005

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2005 WAS:

RECEIVED

JAN 24 2006

**Arizona Corporation Commission
Director of Utilities**

****REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**

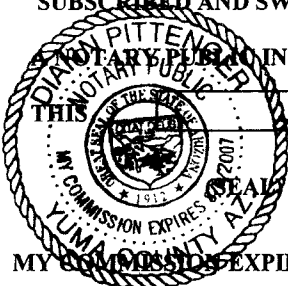
Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 95,931.47

(THE AMOUNT IN BOX ABOVE
INCLUDES \$ 6286.57
IN SALES TAXES BILLED, OR COLLECTED)

SUBSCRIBED AND SWORN TO BEFORE ME

Tammy Baker
SIGNATURE OF OWNER OR OFFICIAL
928-342-1238
TELEPHONE NUMBER



NOTARY PUBLIC IN AND FOR THE COUNTY OF

20TH

DAY OF

COUNTY NAME	<u>YUMA</u>
MONTH	<u>JANUARY</u>
	<u>2006</u>

Dorian Pittenger
SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES 8-9-07

**VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
INTRASTATE REVENUES ONLY**

VERIFICATION

STATE OF ARIZONA

**I, THE UNDERSIGNED
OF THE**

COUNTY OF (COUNTY NAME) <u>Yuma</u>	
NAME (OWNER OR OFFICIAL) <u>Tammy Baker</u>	TITLE <u>Bookkeeper</u>
COMPANY NAME <u>Mountain Water Inc.</u>	

**DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION
FOR THE YEAR ENDING**

MONTH	DAY	YEAR
12	31	2005

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2005 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES \$ <u>95,931.47</u>
--

(THE AMOUNT IN BOX AT LEFT
INCLUDES \$ 6286.57
IN SALES TAXES BILLED, OR COLLECTED)

***RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.**

Tammy Baker
SIGNATURE OF OWNER OR OFFICIAL
928-342-1238
TELEPHONE NUMBER



SUBSCRIBED AND SWORN TO BEFORE ME
NOTARY PUBLIC IN AND FOR THE COUNTY OF
20TH DAY OF

NOTARY PUBLIC NAME <u>DIANN PITTENGER</u>	
COUNTY NAME <u>Yuma</u>	
MONTH <u>JANUARY</u>	<u>2006</u>

RECEIVED

MY COMMISSION EXPIRES 8-9-07 JAN 24 2006

X Diann Pittenger
SIGNATURE OF NOTARY PUBLIC

**Arizona Corporation Commission
Director of Utilities**

1856

Q-MOUNTAIN WATER, INC. 11-97

13157 E 44TH ST
YUMA AZ 85367

DATE 4-18-05

91-563/1221

PAY
TO THE
ORDER OFEllen Solper - La Paz Co Treasurer \$2743.93
Twenty seven hundred forty three & 93/100 DOLLARSTHE FOOTHILLS BANK
Banking with a personal touch
11689 S. Foothills Blvd., Yuma, AZ 85367
928-305-5000

FOR 902-90-402, 302-32-254, 606-99-093

⑈001856⑈ ⑈122605634⑈

⑈00011001?⑈

PLEASE RETURN THIS PORTION WITH PAYMENT TO:

ELLEN SOLPER
LA PAZ CO. TREASURER
112 JOSHUA AVE #203
PARKER AZ 85344

TAX ROLL NUMBER	798
PARCEL IDENTIFICATION	302-32-254 2
TAX AREA CODE	0402

RECEIPT REQUESTED ☒Q MOUNTAIN WATER CO
12486 S FOOTHILLS BLVD
YUMA AZ 85367TOTAL TAX DUE IS \$100.00 OR LESS FULL AMOUNT IS DUE NOW.
SEE PAYMENT INSTRUCTIONS ON REVERSE SIDE OF NOTICE.
ENTER ADDRESS CORRECTION ON THE BACK OF THIS COUPON.

2004 2ND HALF COUPON

TO PAY 2ND HALF	PAY	525.98
-----------------	-----	--------

2nd HALF TAXES DELINQUENT AFTER MAY 1, 2005



1530232254002200400000052598

R Form PTXBL (2/2004)

000

0.00

1850.18 +

525.98 +

367.77 +

003

2743.93

000

Property
Jawes

PLEASE RETURN THIS PORTION WITH PAYMENT TO:

ELLEN SOLPER
LA PAZ CO. TREASURER
1112 JOSHUA AVE #203
PARKER AZ 85344

TAX ROLL NUMBER	18149
PARCEL IDENTIFICATION	902-90-402
TAX AREA CODE	0402

RECEIPT REQUESTED ☒Q MOUNTAIN WATER CO
12486 S FOOTHILLS BLVD
YUMA AZ 85367*IF TOTAL TAX DUE IS \$100.00 OR LESS FULL AMOUNT IS DUE NOW.
SEE PAYMENT INSTRUCTIONS ON REVERSE SIDE OF NOTICE.
ENTER ADDRESS CORRECTION ON THE BACK OF THIS COUPON.

2004 2ND HALF COUPON

TO PAY 2ND HALF	PAY	1,850.
-----------------	-----	--------

NOTE: 2nd HALF TAXES DELINQUENT AFTER MAY 1, 2005



1590290402007200400000185018

DOR Form PTXBL (2/2004)

PLEASE RETURN THIS PORTION WITH PAYMENT TO:

ELLEN SOLPER
LA PAZ CO. TREASURER
1112 JOSHUA AVE #203
PARKER AZ 85344

TAX ROLL NUMBER	16088
PARCEL IDENTIFICATION	606-99-093 1
TAX AREA CODE	0402

RECEIPT REQUESTED ☒Q MOUNTAIN WATER INC
12486 FOOTHILL BLVD
YUMA AZ 85367*IF TOTAL TAX DUE IS \$100.00 OR LESS FULL AMOUNT IS DUE NOW.
SEE PAYMENT INSTRUCTIONS ON REVERSE SIDE OF NOTICE.
ENTER ADDRESS CORRECTION ON THE BACK OF THIS COUPON.

2004 2ND HALF COUPON

TO PAY 2ND HALF	PAY	367.77
-----------------	-----	--------

NOTE: 2nd HALF TAXES DELINQUENT AFTER MAY 1, 2005



1560699093001200400000036777

DOR Form PTXBL (2/2004)

La Paz County Treasurer
Treasurer - Ellen Solper
1112 Joshua, Suite 203
Parker, AZ 85344

April 21, 2005 - 1:39 PM
Operator - Susan

Thank you for payment of: \$367.77
Payment applied to the 2004 Tax Year

Owner Paid, Check
Q Mountain Water Inc Office
Tax Year: 2004
Tax Roll Number: 16088
Parcel ID: 606-99-093

Taxes:	\$735.54
Total Fee(s)/Interest:	\$0.00
Previous Payments:	\$367.77
Prior Balance Due:	\$367.77
Current Payment Amount:	\$367.77
Taxes Paid This Payment:	\$367.77
Interest Paid This Payment:	\$0.00
Fees Paid This Payment:	\$0.00
Remaining Balance:	\$0.00

La Paz County Treasurer
Treasurer - Ellen Solper
1112 Joshua, Suite 203
Parker, AZ 85344

April 21, 2005 - 1:40 PM
Operator - Susan

Thank you for payment of: \$1,850.18
Payment applied to the 2004 Tax Year

Owner Paid, Check
Q Mountain Water Co Attn: Brent Weidman
Tax Year: 2004
Tax Roll Number: 18149
Parcel ID: 902-90-402

Taxes:	\$3,700.36
Total Fee(s)/Interest:	\$0.00
Previous Payments:	\$1,850.18
Prior Balance Due:	\$1,850.18
Current Payment Amount:	\$1,850.18
Taxes Paid This Payment:	\$1,850.18
Interest Paid This Payment:	\$0.00
Fees Paid This Payment:	\$0.00
Remaining Balance:	\$0.00

La Paz County Treasurer
Treasurer - Ellen Solper
1112 Joshua, Suite 203
Parker, AZ 85344

April 21, 2005 - 1:42 PM
Operator - Susan

Thank you for payment of: \$525.98
Payment applied to the 2004 Tax Year

Owner Paid, Check
Yuma Title And Trust Jacobson Co The 1/3 Int Sche
Tax Year: 2004
Tax Roll Number: 798
Parcel ID: 302-32-254

Taxes:	\$1,051.96
Total Fee(s)/Interest:	\$0.00
Previous Payments:	\$525.98
Prior Balance Due:	\$525.98
Current Payment Amount:	\$525.98
Taxes Paid This Payment:	\$525.98
Interest Paid This Payment:	\$0.00
Fees Paid This Payment:	\$0.00
Remaining Balance:	\$0.00

PLEASE RETURN THIS PORTION WITH PAYMENT TO:

ELLEN SOLPER
LA PAZ CO. TREASURER
1112 JOSHUA AVE #203
PARKER AZ 85344

TAX ROLL NUMBER
18719
PARCEL IDENTIFICATION
902-90-402
TAX AREA CODE
0402
RECEIPT REQUESTED ☒

0 MOUNTAIN WATER CO
12486 S FOOTHILLS BLVD
YUMA AZ85387

PLEASE RETURN
BOTH COUPONS
WHEN PAYING
FULL YEAR TAX

* IF TOTAL TAX DUE IS \$100.00 OR LESS FULL AMOUNT IS DUE NOW.
SEE PAYMENT INSTRUCTIONS ON REVERSE SIDE OF NOTICE.
ENTER ADDRESS CORRECTION ON THE BACK OF THIS COUPON.

2005 1ST HALF COUPON

TO PAY 1ST HALF ONLY PAY 1871.72
TO PAY FULL YEAR TAX PAY 3743.44

NOTE: 1st HALF TAXES DELINQUENT AFTER NOV 1, 2005



1590290402007200500000235972

PLEASE RETURN THIS PORTION WITH PAYMENT TO:

ELLEN SOLPER
LA PAZ CO. TREASURER
1112 JOSHUA AVE #203
PARKER AZ 85344

TAX ROLL NUMBER
859
PARCEL IDENTIFICATION
302-32-254
TAX AREA CODE
0402
RECEIPT REQUESTED ☒

YUMA TITLE AND TRUST
13157 E 44TH ST
YUMA AZ85367

PLEASE RETURN
BOTH COUPONS
WHEN PAYING
FULL YEAR TAX

* IF TOTAL TAX DUE IS \$100.00 OR LESS FULL AMOUNT IS DUE NOW.
SEE PAYMENT INSTRUCTIONS ON REVERSE SIDE OF NOTICE.
ENTER ADDRESS CORRECTION ON THE BACK OF THIS COUPON.

2005 1ST HALF COUPON

TO PAY 1ST HALF ONLY PAY 785.14
TO PAY FULL YEAR TAX PAY 1570.28

NOTE: 1st HALF TAXES DELINQUENT AFTER NOV 1, 2005



1530232254002200500000078514

PLEASE RETURN THIS PORTION WITH PAYMENT TO:

ELLEN SOLPER
LA PAZ CO. TREASURER
1112 JOSHUA AVE #203
PARKER AZ 85344

TAX ROLL NUMBER
16723
PARCEL IDENTIFICATION
606-99-093
TAX AREA CODE
0402
RECEIPT REQUESTED ☒

0 MOUNTAIN WATER INC
13157 E 44TH ST
YUMA AZ85367

PLEASE RETURN
BOTH COUPONS
WHEN PAYING
FULL YEAR TAX

* IF TOTAL TAX DUE IS \$100.00 OR LESS FULL AMOUNT IS DUE NOW.
SEE PAYMENT INSTRUCTIONS ON REVERSE SIDE OF NOTICE.
ENTER ADDRESS CORRECTION ON THE BACK OF THIS COUPON.

2005 1ST HALF COUPON

TO PAY 1ST HALF ONLY PAY 360.17
TO PAY FULL YEAR TAX PAY 720.34

NOTE: 1st HALF TAXES DELINQUENT AFTER NOV 1, 2005



1560699093001200500000036035

Q-MOUNTAIN WATER, INC. 11-97

13157 E 44TH ST
YUMA, AZ 85367

DATE 10-19-05

1940

PAY TO THE ORDER OF Ellen Solper - La Paz Co Treasurer \$ 3505.21

THE FOOTHILLS BANK

11689 S. Foothills Blvd., Yuma, AZ 85367

928-305-5000

FOR 606-99-093-093 002-32-254

#0011940# 0122105634#

Dusty Stewart

#0001110017#

LEGEND

Technical Services, Inc.

www.legend-group.com

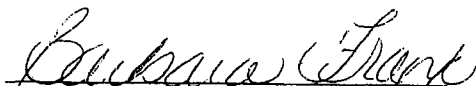
17631 North 25th Avenue • Phoenix, AZ • 85023
(602) 324-6100 • F (602) 324-6101 • ADHS# AZ00044837 East 5th St., Ste 103 • Tucson, AZ • 85711
(520) 327-1234 • F (520) 327-0518 • ADHS# AZ0004Sunstate Environmental Svcs
P.O. Box 5450
Yuma, AZ 85366Received: 12/01/04
Reported: 12/15/04
Invoice No: 026198

Attn: Nancy Miller

Project Name: Q-Mountain Water Company

PARAMETER	METHOD	RESULTS	UNITS	PQL	DATE ANALYZED
Matrix:	Drinking Water				
Sample No:	0412-14007-001				
Sample ID:	Q-Mountain (Well #1)				
					Time Sampled: 13:35 Date Sampled: 11/30/2004
Nitrogen as Nitrite	SM4500NO2B	<0.1	mg/L	0.1	12/01/04
Nitrogen as Nitrate	CALC.	2.3	mg/L	0.1	12/02/04
Nitrate plus Nitrite	SM 4500-NO3 F	2.3	mg/L	0.1	12/02/04
Arsenic	EPA 200.9	0.002	mg/L	0.002	12/07/04
Calcium	EPA 200.7	37.	mg/L	1.	12/02/04
Iron	EPA 200.7	0.13	mg/L	0.05	12/02/04
Magnesium	EPA 200.7	16.	mg/L	1.	12/02/04
Manganese	EPA 200.7	<0.02	mg/L	0.02	12/02/04
Potassium	EPA 200.7	6.	mg/L	2.	12/07/04
Silica	EPA 200.7	10.0	mg/L	0.1	12/09/04
Sodium	EPA 200.7	161.	mg/L	50.	12/07/04
Total Alkalinity (as CaCO3)	SM 2320B	205.	mg/L	10.	12/03/04
Calc. Carbonate (CaCO3)	SM 2320B	0	mg/L		12/06/04
Calc. Bicarbonate (CaCO3)	SM 2320B	205.	mg/L		12/06/04
Sulfate	EPA 300.0	135. M2	mg/L	10	12/03/04
Sulfide, Total	SM 4500 S2 C/D	<0.1	mg/L	0.1	12/03/04
Fluoride	SM 4500-FC	1.2	mg/L	0.1	12/06/04
Chloride	EPA 300.0	115. M2	mg/L	10.	12/03/04
Total Dissolved Solids	SM 2540C	586.	mg/L		12/02/04
Total Phosphorous as P	EPA 365.2	<0.05	mg/L	0.05	12/07/04
Total Phosphate	CALCULATION	<0.15	mg/L	0.15	12/07/04

M2 = Matrix spike recovery was low. The method control sample recovery was acceptable.



Authorized Signatory



17631 North 25th Avenue • Phoenix, AZ • 85023
(602) 324-6100 • F (602) 324-6101 • ADHS# AZ0004

4837 East 5th St., Ste 103 • Tucson, AZ • 85711
(520) 327-1234 • F (520) 327-0518 • ADHS# AZ0004

Sunstate Environmental Svcs
P.O. Box 5450
Yuma, AZ 85366

Received: 12/01/04
Reported: 12/15/04
Invoice No: 026198

Attn: Nancy Miller

Project Name: Q-Mountain Water Company

PARAMETER	METHOD	RESULTS	UNITS	PQL	DATE ANALYZED
Matrix:	Drinking Water				
Sample No:	0412-14007-002				
Sample ID:	Q-Mountain (Well #2)				
					Time Sampled: 13:25 Date Sampled: 11/30/2004
Nitrogen as Nitrite	SM4500NO2B	<0.1	mg/L	0.1	12/01/04
Nitrogen as Nitrate	CALC.	2.2	mg/L	0.1	12/02/04
Nitrate plus Nitrite	SM 4500-NO3 F	2.2	mg/L	0.1	12/02/04
Arsenic	EPA 200.9	<0.002	mg/L	0.002	12/07/04
Calcium	EPA 200.7	83.	mg/L	1.	12/02/04
Iron	EPA 200.7	0.16	mg/L	0.05	12/02/04
Magnesium	EPA 200.7	14.	mg/L	1.	12/02/04
Manganese	EPA 200.7	<0.02	mg/L	0.02	12/02/04
Potassium	EPA 200.7	8.	mg/L	2.	12/07/04
Silica	EPA 200.7	9.1	mg/L	0.1	12/09/04
Sodium	EPA 200.7	225.	mg/L	50.	12/07/04
Total Alkalinity (as CaCO3)	SM 2320B	132.	mg/L	10.	12/03/04
Calc. Carbonate (CaCO3)	SM 2320B	0	mg/L		12/06/04
Calc. Bicarbonate (CaCO3)	SM 2320B	132.	mg/L		12/06/04
Sulfate	EPA 300.0	370.	mg/L	50	12/09/04
Sulfide, Total	SM 4500 S2 C/D	<0.1	mg/L	0.1	12/03/04
Fluoride	SM 4500-FC	0.9	mg/L	0.1	12/06/04
Chloride	EPA 300.0	239.	mg/L	50	12/09/04
Total Dissolved Solids	SM 2540C	888.	mg/L		12/02/04
Total Phosphorous as P	EPA 365.2	<0.05	mg/L	0.05	12/07/04
Total Phosphate	CALCULATION	<0.15	mg/L	0.15	12/07/04

Bubba Frank

Authorized Signatory



17631 North 25th Avenue • Phoenix, AZ • 85023
(602) 324-6100 • F (602) 324-6101 • ADHS# AZ0004

4837 East 5th St., Ste 103 • Tucson, AZ • 85711
(520) 327-1234 • F (520) 327-0518 • ADHS# AZ0004

Sunstate Environmental Svcs
P.O. Box 5450
Yuma, AZ 85366

Received: 12/01/04
Reported: 12/15/04
Invoice No: 026198

Attn: Nancy Miller

Project Name: Q-Mountain Water Company

PARAMETER	METHOD	RESULTS	UNITS	PQL	DATE ANALYZED
Matrix:	Drinking Water				
Sample No:	0412-14007-003				
Sample ID:	Q-Mountain (Well #3)				
					Time Sampled: 13:00 Date Sampled: 11/30/2004
Nitrogen as Nitrite	SM4500NO2B	<0.1	mg/L	0.1	12/01/04
Nitrogen as Nitrate	CALC.	2.6	mg/L	0.1	12/02/04
Nitrate plus Nitrite	SM 4500-NO3 F	2.6	mg/L	0.1	12/02/04
Arsenic	EPA 200.9	0.003	mg/L	0.002	12/07/04
Calcium	EPA 200.7	53.	mg/L	1.	12/02/04
Iron	EPA 200.7	0.12	mg/L	0.05	12/02/04
Magnesium	EPA 200.7	9.	mg/L	1.	12/02/04
Manganese	EPA 200.7	<0.02	mg/L	0.02	12/02/04
Potassium	EPA 200.7	8.	mg/L	2.	12/07/04
Silica	EPA 200.7	10.7	mg/L	0.1	12/09/04
Sodium	EPA 200.7	209.	mg/L	50.	12/07/04
Total Alkalinity (as CaCO3)	SM 2320B	126.	mg/L	10.	12/03/04
Calc. Carbonate (CaCO3)	SM 2320B	0	mg/L		12/06/04
Calc. Bicarbonate (CaCO3)	SM 2320B	126.	mg/L		12/06/04
Sulfate	EPA 300.0	296.	mg/L	50	12/09/04
Sulfide, Total	SM 4500 S2 C/D	<0.1	mg/L	0.1	12/03/04
Fluoride	SM 4500-FC	0.9	mg/L	0.1	12/06/04
Chloride	EPA 300.0	185.	mg/L	10.	12/03/04
Total Dissolved Solids	SM 2540C	788.	mg/L		12/02/04
Total Phosphorous as P	EPA 365.2	<0.05	mg/L	0.05	12/07/04
Total Phosphate	CALCULATION	<0.15	mg/L	0.15	12/07/04

Buckner Park

Authorized Signatory

LEGEND

Technical Services, Inc.

www.legend-group.com

17631 North 25th Avenue • Phoenix, AZ • 85023
(602) 324-6100 • F (602) 324-6101 • ADHS# AZ0004

4837 East 5th St., Ste 103 • Tucson, AZ • 85711
(520) 327-1234 • F (520) 327-0518 • ADHS# AZ0004

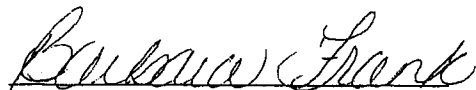
Sunstate Environmental Svcs
P.O. Box 5450
Yuma, AZ 85366

Received: 12/01/04
Reported: 12/15/04
Invoice No: 026198

Attn: Nancy Miller

Project Name: Q-Mountain Water Company

PARAMETER	METHOD	RESULTS	UNITS	PQL	DATE ANALYZED
Matrix:	Drinking Water				
Sample No:	0412-14007-004			Time Sampled: 13:10	
Sample ID:	Q-Mountain (Well #4)			Date Sampled: 11/30/2004	
Nitrogen as Nitrite	SM4500NO2B	<0.1	mg/L	0.1	12/01/04
Nitrogen as Nitrate	CALC.	1.9	mg/L	0.1	12/02/04
Nitrate plus Nitrite	SM 4500-NO3 F	1.9	mg/L	0.1	12/02/04
Arsenic	EPA 200.9	<0.002	mg/L	0.002	12/07/04
Calcium	EPA 200.7	150.	mg/L	1.	12/02/04
Iron	EPA 200.7	0.11	mg/L	0.05	12/02/04
Magnesium	EPA 200.7	5.	mg/L	1.	12/02/04
Manganese	EPA 200.7	<0.02	mg/L	0.02	12/02/04
Potassium	EPA 200.7	8.	mg/L	2.	12/07/04
Silica	EPA 200.7	14.8	mg/L	0.1	12/09/04
Sodium	EPA 200.7	95.	mg/L	2.	12/02/04
Total Alkalinity (as CaCO3)	SM 2320B	116.	mg/L	10.	12/03/04
Calc. Carbonate (CaCO3)	SM 2320B	0	mg/L		12/06/04
Calc. Bicarbonate (CaCO3)	SM 2320B	116.	mg/L		12/06/04
Sulfate	EPA 300.0	352.	mg/L	50	12/09/04
Sulfide, Total	SM 4500 S2 C/D	<0.1	mg/L	0.1	12/03/04
Fluoride	SM 4500-FC	1.9	mg/L	0.1	12/06/04
Chloride	EPA 300.0	71.3	mg/L	10.	12/03/04
Total Dissolved Solids	SM 2540C	734.	mg/L		12/02/04
Total Phosphorous as P	EPA 365.2	<0.05	mg/L	0.05	12/07/04
Total Phosphate	CALCULATION	<0.15	mg/L	0.15	12/07/04



Authorized Signatory

LEGEND

Technical Services, Inc.

www.legend-group.com

17631 North 25th Avenue • Phoenix, AZ • 85023
(602) 324-6100 • F (602) 324-6101 • ADHS# AZ0004

4837 East 5th St., Ste 103 • Tucson, AZ • 85711
(520) 327-1234 • F (520) 327-0518 • ADHS# AZ0004

Sunstate Environmental Svcs
P.O. Box 5450
Yuma, AZ 85366

Received: 12/01/04
Reported: 12/15/04
Invoice No: 026198

Attn: Nancy Miller

Project Name: Q-Mountain Water Company

PARAMETER	METHOD	RESULTS	UNITS	PQL	DATE ANALYZED
Matrix:	Drinking Water				
Sample No:	0412-14007-005			Time Sampled: 13:45	
Sample ID:	Q-Mountain (Well #6)			Date Sampled: 11/30/2004	
Nitrogen as Nitrite	SM4500NO2B	<0.1	mg/L	0.1	12/01/04
Nitrogen as Nitrate	CALC.	0.2	mg/L	0.1	12/02/04
Nitrate plus Nitrite	SM 4500-NO3 F	0.2	mg/L	0.1	12/02/04
Arsenic	EPA 200.9	<0.002	mg/L	0.002	12/07/04
Calcium	EPA 200.7	8.	mg/L	1.	12/02/04
Iron	EPA 200.7	0.67	mg/L	0.05	12/02/04
Magnesium	EPA 200.7	1.	mg/L	1.	12/02/04
Manganese	EPA 200.7	<0.02	mg/L	0.02	12/02/04
Potassium	EPA 200.7	5.	mg/L	2.	12/07/04
Silica	EPA 200.7	2.7	mg/L	0.1	12/09/04
Sodium	EPA 200.7	85.	mg/L	2.	12/02/04
Total Alkalinity (as CaCO3)	SM 2320B	79.	mg/L	10.	12/03/04
Calc. Carbonate (CaCO3)	SM 2320B	5.8	mg/L		12/06/04
Calc. Bicarbonate (CaCO3)	SM 2320B	73.	mg/L		12/06/04
Sulfate	EPA 300.0	70.0	mg/L	10.	12/03/04
Sulfide, Total	SM 4500 S2 C/D	<0.1	mg/L	0.1	12/03/04
Fluoride	SM 4500-FC	0.7	mg/L	0.1	12/06/04
Chloride	EPA 300.0	49.7	mg/L	10.	12/03/04
Total Dissolved Solids	SM 2540C	299.	mg/L		12/02/04
Total Phosphorous as P	EPA 365.2	<0.05	mg/L	0.05	12/07/04
Total Phosphate	CALCULATION	<0.15	mg/L	0.15	12/07/04



Authorized Signatory

LEGEND

Technical Services, Inc.

www.legend-group.com

17631 North 25th Avenue • Phoenix, AZ • 85023
(602) 324-6100 • F (602) 324-6101 • ADHS# AZ0004

4837 East 5th St., Ste 103 • Tucson, AZ • 85711
(520) 327-1234 • F (520) 327-0518 • ADHS# AZ0004

Sunstate Environmental Svcs
P.O. Box 5450
Yuma, AZ 85366

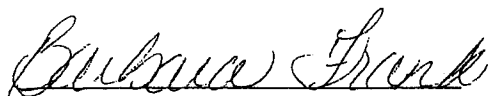
Received: 12/01/04
Reported: 12/15/04
Invoice No: 026198

Attn: Nancy Miller

Project Name: Q-Mountain Water Company

PARAMETER	METHOD	RESULTS	UNITS	PQL	DATE ANALYZED
Matrix:	Drinking Water				
Sample No:	0412-14007-006			Time Sampled: 12:40	
Sample ID:	Q-Mountain (Well #7)			Date Sampled: 11/30/2004	
Nitrogen as Nitrite	SM4500NO2B	<0.1	mg/L	0.1	12/01/04
Nitrogen as Nitrate	CALC.	0.9	mg/L	0.1	12/02/04
Nitrate plus Nitrite	SM 4500-NO3 F	0.9	mg/L	0.1	12/02/04
Arsenic	EPA 200.9	<0.002	mg/L	0.002	12/07/04
Calcium	EPA 200.7	38.	mg/L	1.	12/02/04
Iron	EPA 200.7	0.22	mg/L	0.05	12/02/04
Magnesium	EPA 200.7	17.	mg/L	1.	12/02/04
Manganese	EPA 200.7	<0.02	mg/L	0.02	12/02/04
Potassium	EPA 200.7	6. M1	mg/L	2.	12/07/04
Silica	EPA 200.7	8.5 M1	mg/L	0.1	12/09/04
Sodium	EPA 200.7	179.	mg/L	50.	12/07/04
Total Alkalinity (as CaCO3)	SM 2320B	248.	mg/L	10.	12/03/04
Calc. Carbonate (CaCO3)	SM 2320B	1.8	mg/L		12/06/04
Calc. Bicarbonate (CaCO3)	SM 2320B	246.	mg/L		12/06/04
Sulfate	EPA 300.0	168.	mg/L	10.	12/03/04
Sulfide, Total	SM 4500 S2 C/D	<0.1	mg/L	0.1	12/03/04
Fluoride	SM 4500-FC	1.5	mg/L	0.1	12/06/04
Chloride	EPA 300.0	136.	mg/L	10.	12/03/04
Total Dissolved Solids	SM 2540C	668.	mg/L		12/02/04
Total Phosphorous as P	EPA 365.2	<0.05	mg/L	0.05	12/07/04
Total Phosphate	CALCULATION	<0.15	mg/L	0.15	12/07/04

M1 = Matrix spike recovery was high. The method control sample recovery was acceptable.



Authorized Signatory